LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **WEDNESDAY**, **SEPTEMBER 26**, **2007**, upon the application of **BEPCO**, LP.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Vaughn Sand; "D" Sand of the Cotton Valley Formation; Bodcaw Sand; Feazel Sand, Reservoir B; Middle Cotton Valley Zone, Reservoir A; Upper, Middle and Lower Hosston Zones; Hosston Zone, Reservoir A; and Cotton Valley Zone, Reservoir B, in the Ruston Field, Lincoln Parish, Louisiana.

BODCAW SAND; FEAZEL SAND, RESERVOIR B; MIDDLE COTTON VALLEY ZONE RESERVOIR A; UPPER, MIDDLE AND LOWER HOSSTON ZONES

- 1. To dissolve the unit designated BOD SUO, created for the Bodcaw Sand by Office of Conservation Order No. 164, effective March 31, 1949.
- 2. To dissolve the unit designated FEAZEL RB SUA, created for the Feazel Sand, Reservoir B, by Order No. 164-L-4, effective July 23, 1982.
- 3. To dissolve the unit designated MCV RA SUA, created for the Middle Cotton Valley Zone, Reservoir A, by Order No. 164-DD, effective March 12, 2002.
- 4. To dissolve the units designated U HOSS SUI, M HOSS SUI and L HOSS SUI, created for the Upper, Middle and Lower Hosston Zones by Order No. 164-O, effective September 1, 1964.

The Bodcaw Sand was defined in Order No. 164, effective March 31, 1949.

The Feazel Sand, Reservoir B was defined in Order No. 164-L-4, effective July 23, 1982.

The Middle Cotton Valley Zone, Reservoir A was defined in Order No. 164-DD, effective March 12, 2002.

The Upper, Middle and Lower Hosston Zones were defined in Order No. 164-O, effective September 1, 1964.

VAUGHN SAND; "D" SAND OF THE COTTON VALLEY FORMATION; AND HOSSTON ZONE, RESERVOIR A

- 1. To dissolve the unit designated VGN SUO, created for the Vaughn Sand by Order No. 164, effective March 31, 1949.
- 2. To create one (1) additional drilling and production unit for the exploration for and production of gas and condensate from the Vaughn Sand.
- 3. To create one (1) additional drilling and production unit for the exploration for and production of gas and condensate from the "D" Sand of the Cotton Valley Formation.
- 4. To create four (4) additional drilling and production units for the exploration for and production of gas and condensate from the Hosston Zone, Reservoir A.
- 5. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30 of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
- 6. To designate a unit operator of, and unit wells for, the proposed additional units as may be appropriate and to approve an exception to the spacing provisions of Order No. 164, effective March 31, 1949, so as to permit the unit well for the proposed unit CVD SUV to be drilled at the location shown on the plats submitted with the application.
- 7. To extend, except as in conflict herewith, to the proposed additional units for the Vaughn Sand and for the "D" Sand of the Cotton Valley Formation, the provisions of Order No. 164, as amended and supplemented, and all of applicable Statewide Orders.

RUSTON FIELD 07-1075 thru 07-1084

- 8. To extend, except as in conflict herewith, to the proposed additional units for the Hosston Zone, Reservoir A, the provisions of Order No. 164-CC, effective March 12, 2002, and of all applicable Statewide Orders.
- 9. To consider such other matters as may be pertinent.

The Vaughn Sand and "D" Sand of the Cotton Valley Formation were defined in Order No. 164, effective March 31, 1949.

The Hosston Zone, Reservoir A was defined in Order No. 164-CC, effective March 12, 2002.

COTTON VALLEY ZONE, RESERVOIR B

- 1. To establish rules and regulations governing the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir B.
- 2. To created five (5) drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Zone, Reservoir B.
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
- 4. To designate an operator of, and unit wells for, the proposed units as may be appropriate.
- 5. To propose that future wells drilled to the Cotton Valley Zone, Reservoir B, within or outside of the units proposed herein, be located in accordance with the spacing provisions of Statewide Order No. 29-E.
- 6. To permit applicant to combine downhole production from the Hosston Zone, Reservoir A, and from the Cotton Valley Zone, Reservoir B, in any well drilled on the identical units for these zones in which the interests of the parties are identical in each unit.
- 7. To defined the Cotton Valley Zone, Reservoir B, as the stratigraphic equivalent of that interval encountered between the measured depths of 8,180' and 11,957' in the Devon Energy Production Co. (formerly Arkla Exploration)-J H Mathews No. 3 Well, located in Section 29, Township 19 North, Range 2 West, less and except the "D" Sand of the Cotton Valley Zone as to the proposed units CV RB SUA and CV RB SUD, and less and except the Vaughn Sand as to the proposed units CV RB SUB and CV RB SUC, said "D" Sand of the Cotton Valley Zone and Vaughn Sand being defined in Order No. 164, effective March 31, 1949.
- 8. To consider such other matters as may be pertinent.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 8/21/07;8/24/07 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.